# OFFICIAL FILE L'L'NOIS COMMERCE COMMISSION



STATE OF ILLINOIS

JAN 23 | 22 PM '02

### ILLINOIS COMMERCE COMMISSION CLERK'S OFFICE

Illinois Bell Telephone Company	)	
	)	98-0252
Application for Review of Alternative Regulation Plan	)	(consol.)
	)	
Illinois Bell Telephone Company	)	
	)	98-0335
Petition to Rebalance Illinois Bell Telephone Company's	)	(consol.)
Carrier Access and Network Access Line Rates	)	
Citizens Utility Board and the People of the State	)	
of Illinois	)	
vs.	)	00-0764
Illinois Bell Telephone Co., d/b/a Ameritech, Illinois	)	(consol.)
Petition for reduction in rates and other relief	)	

## PEOPLE OF THE STATE OF ILLINOIS' ISSUE LIST FOR ORAL ARGUMENT

In response to the Notice of Oral Argument as amended in the Notice Regarding Oral Argument, the People of the State of Illinois, by James E. Ryan, Attorney General, submit the following issues. In light of the short period of time of provided to prepare this issues list, and the lapse of time since the case was fully briefed, and partially briefed, this issues list is necessarily broad, and may be refined before oral argument is presented.

Following the Table of Contents that outlines the final PEPO as directed in the Notice of Oral Argument, the People of the State of Illinois intend to address the following areas in oral argument:

- I. Introduction and Background, including purpose of this review proceeding
- II. The 10 Point Review, including why the Commission required these issues to be specifically addressed, an assessment of the productivity facto; AI's investment in infrastructure; report of price changes; reclassification of services as competitive; new services; and universal service levels.

#### III. Statutory Criteria

- 1. Just and reasonable rates legal and regulatory principles that define just and reasonable rates
- 4, 8. Did the Plan respond to changes actually occurring? The existence and role of competition
  - 10. Public interest
- V. Going Forward
  - B. 2. X Factor
  - E. Baskets (respond to other parties, if necessary)
  - F. Reinitialization of APC & PCI and relation to rate reinitialization
- VI. Rate Reinitialization
  - A. 4. Rate design
  - B. Positions on the Central Issue

Assistant Attorney General Susan L. Satter will address the above issues on behalf of the People of the State of Illinois, and will work with the Citizens Utility Board, the City of Chicago and the Cook County State's Attorney's Office to attempt to minimize or eliminate repetition in

the arguments presented. Further, the People have no objection to the Commissioners interrupting oral argument to ask questions or comment on argument, as is customary in the Illinois appellate courts.

The People of the State Respectfully submitted:

THE PEOPLE OF THE STATE OF ILLINOIS James E. Ryan, Attorney General

Susan L. Satter

Assistant Attorney General Public Utilities Bureau 100 Randolph St., 11<sup>h</sup> Floor Chicago, Illinois 60601

Telephone: (312) 814-1104

Fax: (312) 814-3212

E-mail: ssatter@atg.state.il.us

January 22, 2002

#### STATE OF ILLINOIS

#### ILLINOIS COMMERCE COMMISSION

Illinois Bell Telephone Company	)	
	)	
Application for Review of Alternative	)	Docket No. 98-0252
Regulation Plan	)	
Petition to Rebalance Illinois Bell	)	
Telephone Company's Carrier Access and	)	Docket No. 98-0335
Network Access Line Rates	)	
Citizens Utility Board and People of the	)	
State of Illinois, ex rel. James E. Ryan,	)	
Attorney General of the State of Illinois,	)	
Complainants	)	
	)	
VS.	)	Docket No. 00-0764
	)	
Illinois Bell Telephone Company d/b/a	)	
Ameritech Illinois,	)	(consolidated)
Respondent	)	,

#### NOTICE OF FILING

PLEASE TAKE NOTICE that on this date January 22, 2002, we filed with the Chief Clerk of the Illinois Commerce Commission the enclosed People of the State of Illinois' Issue List for Oral Argument in the above-captioned docket by via e-docket to the Chief Clerk of the Illinois Commerce Commission at 527 East Capitol Avenue, Springfield, Illinois 62794-9280 in ICC Docket 00-0764, and by overnight delivery in ICC Dockets 98-0252 and 98-0335.

Susan L. Satter

Assistant Attorney General

#### **CERTIFICATE OF SERVICE**

I, Susan L. Satter, an Assistant Attorney General, hereby certify that caused to be served the above identified documents upon all active parties of record on the attached service list by United States Mail, first class postage prepaid on January 22, 2002, and/or by electronic mail to all active parties. Only parties whose e-mail transmissions are not effective, or who request hard copies, will be served by United States Mail.

Susan L. Satter

Assistant Attorney General

Susan L. Satter Illinois Attorney General's Office 100 West Randolph Street, 11<sup>th</sup> Floor Chicago, Illinois 60601 (312) 814-1104

### SERVICE LIST ICC DOCKET NOS. 98-0252, 98-0335 & 00-0764 (Cons.)

Eve Moran, Administrative Law Judge Illinois Commerce Commission 160 North La Salle Street C-800 Chicago, Illinois 60601-3104

Philip A. Casey, Administrative Law Judge Illinois Commerce Commission 160 North La Salle Street C-800 Chicago, Illinois 60601-3104

Karl B. Anderson Ameritech 225 West Randolph Street Floor 25D Chicago, Illinois 60606

Judith Angentieri
Assistant Vice President
AT&T Communications of Illinois, Inc.
913 South Sixth Street
3<sup>rd</sup> Floor
Springfield, Illinois 62703

Sean R. Brady Office of General Counsel Illinois Commerce Commission 160 North La Salle Street C-800 Chicago, Illinois 60601-3104

Terri Brieske Schiff Hardin & Waite 6600 Sears Tower Chicago, Illinois 60606 Linda Buell Office of General Counsel Illinois Commerce Commission 527 East Capitol Avenue Springfield, Illinois 62701

Nada Carrigan AT&T Communications of Illinois, Inc. 913 South Sixth Street 3<sup>rd</sup> Floor Springfield, Illinois 62703

William A. Davis II Cheryl L. Urbanski Hamill & John Dunn AT&T Communications of Illinois, Inc. 227 West Monroe Street, Suite 1500 Chicago, Illinois 60606

Torsten Clausen Hearing Examiner's Assistant Illinois Commerce Commission 527 East Capitol Avenue Springfield, Illinois 62701

Joseph F. Donovan O'Keefe, Ashenden, Lyons & Ward 30 North La Salle Street Suite 4100 Chicago, Illinois 60602

Amy M. Felton Citizens Utility Board 208 South La Salle Street Suite 1760 Chicago, Illinois 60604

Patrick N. Giordano Giordano & Associates, Ltd. Attorney for XO Illinois, Inc. 55 East Monroe Street Suite 3040 Chicago, Illinois 60603

Michael Guerra

Sonnenschein, Nath & Rosenthal 8000 Sears Tower Chicago, Illinois 60606

Matthew L. Harvey Thomas R. Stanton Office of General Counsel Illinois Commerce Commission 160 North La Salle Street C-800 Chicago, Illinois 60601-3104

Kemal M. Hawa Richard M. Rindler Kathleen Greenan Attorneys for Focal Comm. Swidler Berlin, Shereff & Friedman 3000 K Street N. W. Suite 300 Washington, D.C. 20007-5116

Richard E. Heatter MSG Communications, Inc. 171 Sully's Trail Suite 202 Pittsford, N.J. 14534

John Hester Illinois Commerce Commission 160 North La Salle Street C-800 Chicago, Illinois 60601-3104

Carrie Hightman Attorney Schiff. Hardin & Waite 7200 Sears Tower Chicago, Illinois 60606-6473

Kent F. Heyman Vice President MSG Communications, Inc. 171 Sully's Trail Suite 202 Pittsford, N. J. 14534

David E. Hightower Susan K. Shay Gregory D. Smith Verizon North, Verizon South, Inc. 1312 East Empire Street Bloomington, Illinois 61701

Henry T. Kelly John F. Ward Jr. Illinois Public Telecommunications O'Keefe, Ashenden Lyons & Ward 30 North La Salle Street Suite 4100 Chicago, Illinois 60602

Clyde Kurlander c/o Lindenbaum, Coffman, Kurlander & Brisky Attorney for Nextlink Illinois 3 First National Plaza 70 West Madison Suite 2315 Chicago, Illinois 60602

Karen L. Lusson Citizens Utility Board 349 South Kensington Avenue La Grange, Illinois 60525

Owen E. Mac Bride Schiff Hardin & Waite 6600 Sears Tower Chicago, Illinois 60606

Calvin Manshio Attorney Manshio & Wallace 4753 North Broadway Avenue Suite 732 Chicago, Illinois 60640

Barry Matchett Illinois Commerce Commission 160 North La Salle Street, C-800 Chicago, Illinois 60601-3104

Daniel Meldazix 2000 North La Salle Street Chicago, Illinois 60601

Jennifer Moore Illinois Commerce Commission 160 North La Salle Street C-800 Chicago, Illinois 60601-3104

Dennis K. Muncy Joseph D. Murphy Matt C. Deering Attorneys for Intervenors Meyer, Capel, Hirschfeld, Muncy P. O. Box 6750 Champaign, Illinois 61826-6750

Peter Q. Nyce Jr. General Attorney Department of Army 901 North Stuart Street Arlington, VA 22203-1837

Jack A. Pace City of Chicago 30 North La Salle Street Suite 900 Chicago, Illinois 60602-2580

Carol Pomponio XO Illinois, Inc. 303 East Wacker Concourse Level Chicago, Illinois 60601

Brian A. Rankin Nextlink Illinois, Inc. 810 Jorie Boulevard Oak Brook, Illinois 60523

John E. Rooney Sonnenschein Nath & Rosenthal 8000 Sears Tower 233 South Wacker Drive Chicago, Illinois 60606

Kenneth A. Schifman Sprint Communications Co. 8140 Ward Parkway Kansas City, MO 64114

Susan Shay GTE North/South Incorporated 1312 East Empire Street Bloomington, Illinois 61701

Greg Smith GTE North/South Incorporated 1312 East Empire Street Bloomington, Illinois 61701 Mailcode: ILLLARA

Marie Spicuzza
David L. Heaton
Allan Goldenberg
Cook County State's Attorney's Office
69 West Washington Street
Suite 700
Chicago, Illinois 60602

Genio Staranczak Co-Case Manager Illinois Commerce Commission 527 East Capitol Avenue Springfield, Illinois 62701

Christy Strawman Illinois Bell Telephone Company 225 West Randolph HQ27B Chicago, Illinois 60606

Louise A. Sunderland Mark A. Kerber Ameritech Illinois 225 West Randolph Street 27C Chicago, Illinois 60606

Darrell S. Townsley MCI Telecommunications Corporation 205 North Michigan Avenue Suite 3700 Chicago, Illinois 60601

Julie VanderLaan Illinois Commerce Commission 527 East Capitol Avenue Springfield, Illinois 62701

Michael Ward Attorney Michael Ward, P. C. 1608 Barkley Boulevard Buffalo Grove, Illinois 60089

Nancy Wells AT&T 913 South Sixth Street 3<sup>rd</sup> Floor Springfield, Illinois 62703

Russell I. Zuckerman David Mc Gann Mpower Communications Corp. 175 Sully's Trail Suite 300 Pittsford, N. J. 14534